{deleted text} shows text that was in HB0040 but was deleted in HB0040S01.

inserted text shows text that was not in HB0040 but was inserted into HB0040S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

Representative Melissa G. Ballard proposes the following substitute bill:

WATER LOSS ACCOUNTING (ACT)

2020 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Melissa G. Ballard

Senate Sponsor: { David P. Hinkins

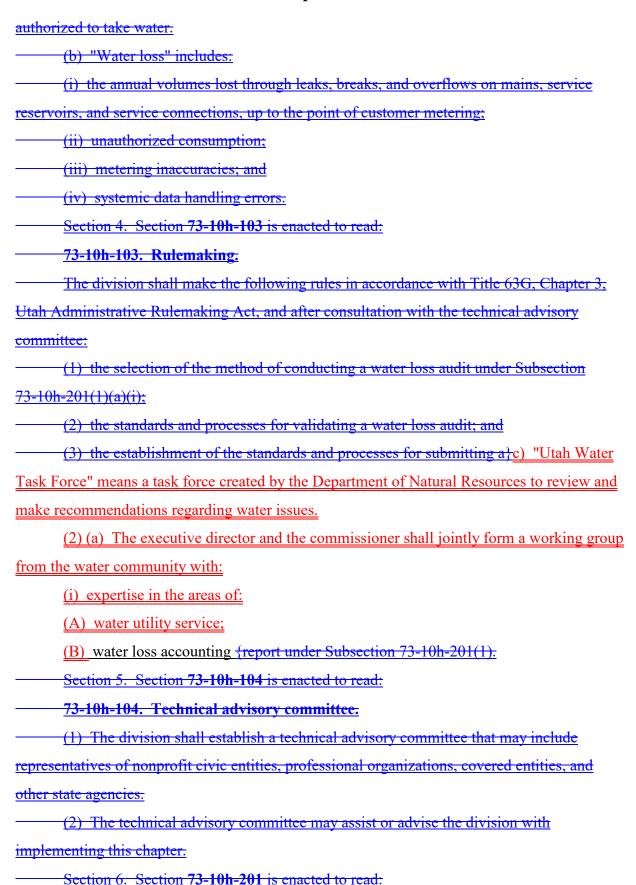
LONG TITLE

LONG TITLE
{Committee Note:
The Legislative Water Development Commission recommended this bill.
Membership: 13 legislators 11 non-legislators
Legislative Vote: 6 voting for 2 voting against 5 absent
}General Description:
This bill addresses data related to water including water losses.
Highlighted Provisions:
This bill:
► {addresses sunset provisions;
enacts the Water Loss Accounting Act, including:
• defining terms;

granting rulemaking authority;

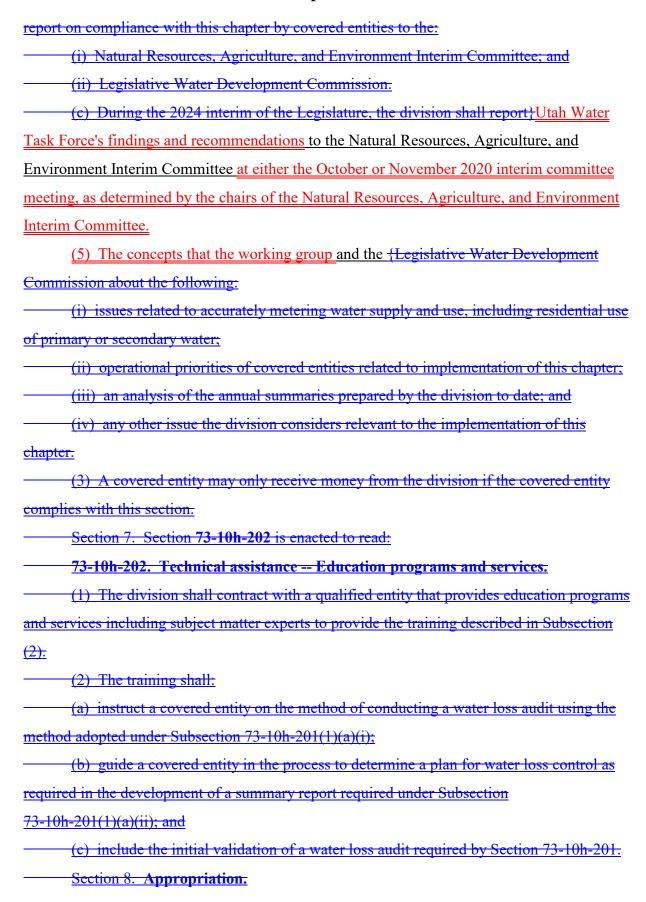
providing for a technical advisory committee; requiring} requires the creation of a working group to address how to implement standardized water loss accounting {reports; and providing for technical assistance; and makes technical amendments} practices; requires reporting and recommendations; lists concepts to be included in developing recommendations; and provides a repeal date. Money Appropriated in this Bill: {This bill appropriates in fiscal year 2021: → to Department of Natural Resources - Division of Water Resources, as a one-time appropriation: • from General Fund, \$1,350,000 → to DNR Pass-through, as a one-time appropriation: • from General Fund, \$150,000 → to Department of Natural Resources - Division of Water Resources: • from General Fund, as an ongoing appropriation \$300,000 • from General Fund, one-time (\$300,000)} None **Other Special Clauses:** None **Utah Code Sections Affected:** {AMENDS: 63I-1-273, as last amended by Laws of Utah 2019, Chapters 96 and 246 **ENACTS**: {73-10h-101}63I-2-273, Utah Code Annotated 1953 {73-10h-102}73-1-20, Utah Code Annotated 1953 73-10h-103, Utah Code Annotated 1953 73-10h-104, Utah Code Annotated 1953 73-10h-201, Utah Code Annotated 1953 73-10h-202, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah: Section 1. Section \(\frac{(63I-1-273)}{63I-2-273}\) is \(\frac{\tamended}{\text{enacted}}\) to read: **63I-1-27363I-2-273. € Repeal dates, Title 73.** In relation to the Legislative Water Development Commission, on January 1, 2021: (1) in Subsection 73-10g-105(3), the language that states "and in consultation with the State Water Development Commission created in Section 73-27-102" is repealed; (2) Subsection 73-10g-203(4)(a) is repealed; [and] (3) Subsection 73-10h-201(2)(b)(ii) is repealed; (4) in Subsection 73-10h-201(2)(c) the language that states "and the Legislative Water Development Commission" is repealed; and [(3)] (5) Title 73, Chapter 27, State Water Development Commission, is repealed. Repeal dates -- Title 73. Section 73-1-20 is repealed on July 1, 2021. Section 2. Section $\{73-10h-101\}$ $\{73-1-20\}$ is enacted to read: ***CHAPTER 10h. WATER LOSS ACCOUNTING ACT** Part 1. General Provisions } {73-10h-101. Title. This chapter is known as the "Water Loss Accounting Act." Section 3. Section 73-10h-102 is enacted to read: 73-10h-102. **Definitions.** →73-1-20. Study of water loss accounting. (1) As used in this section: (\{\frac{1}{a}\) "\{\text{Covered entity}\}\ Commissioner\" means the \{\text{owner or operator of a public}\}\] water system that serves a population of more than 3,300 individuals. (2) "Division" means the Division of Water} commissioner of agriculture and food. (b) "Executive director" means the executive director of the Department of Natural Resources. (\frac{3}\) "Public water system" means the same as that term is defined in Section 19-4-102. (4) (a) "Water loss" means the difference between the annual volume of water entering a water distribution system and the annual volume of metered water, unmetered water, or both taken by registered customers, the covered entity, and others who are implicitly or explicitly



Part 2. Water Loss Accounting Reporting
73-10h-201. Water loss accounting reports.
(1) By no later than a date specified in rule in calendar year 2022, and on or before the
date specified in rule of each subsequent year, a covered entity shall:
(a) prepare a water loss accounting report that contains the following:
(i) a) and water loss control practices; or
(C) water infrastructure planning; or
(ii) other qualifying experience as considered appropriate by the executive director and
commissioner.
(b) The executive director and commissioner shall jointly designate the working group
chair from the members of the working group. The working group shall comply with Title 52,
Chapter 4, Open and Public Meetings Act.
(3) The working group shall investigate, study, and develop recommendations on how
to implement standardized water loss {audit conducted in accordance with a method selected
by the division by rule that meets industry standards; and
(ii) a brief written summary of:
(A) actions taken during the reporting year to reduce the volume of water losses in the
system and to improve the data validity; and
(B) the actions that are planned for the subsequent reporting year;
(b) have the water loss audit validated in accordance with rule; and
(c) submit the water loss accounting report in accordance with rule.
(2) (a) By no later than October 31, 2022, and by October 31 of each subsequent year,
the division shall:
(i) prepare an annual summary of the validated water loss accounting reports; and
(ii) publish the annual summary prepared under this Subsection (2) on the division's
<u>website.</u>
(b) During the 2022 interim of the Legislature, the division} accounting practices with
reporting results and potentially incorporating the data into a water conservation plan.
(4) (a) The working group is to report the working group's findings and
recommendations to the Utah Water Task Force by October 1, 2020.

(b) The executive director and commissioner shall report the {annual summary and



The following sums of money are appropriated for the fiscal year beginning July 1,
2020, and ending June 30, 2021. These are additions to amounts previously appropriated for
fiscal year 2021. Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures
Act, the Legislature appropriates the following sums of money from the funds or accounts
indicated for the use and support of government of the state of Utah.
<u>ITEM 1</u>
To Department of Natural Resources - Division of Water Resources
From General Fund, one-time \$1,350,000
Schedule of Programs:
Planning program \$1,350,000
The Legislature intends that the \$1,350,000 be used as follows under the Water Loss
Accounting Act enacted by this bill:
(1) \$900,000 to provide for technical assistance and education to covered entities; and
(2) \$450,000 to develop a validation program for water loss audits including training of
individuals to conduct validations.
<u>ITEM 2</u>
To DNR Pass Through
From General Fund, one-time \$150,000
Schedule of Programs:
DNR Pass Through \$150,000
The Legislature intends that the \$150,000 be used to integrate information from water
accounting reports with existing water related reporting requirements as recommended by the
technical advisory committee under the Water Loss Accounting Act enacted by this bill.
HTEM 3
To Department of Natural Resources - Division of Water Resources
From General Fund \$300,000
From General Fund, one-time (\$300,000)
Schedule of Programs:
Planning program \$300,000
(\$300,000)

The Legislature intends that the \$300,000 be used to pay the ongoing expenses of the

Water Loss Accounting Act enacted by this bill.

<u>†executive director and commissioner shall consider when developing recommendations for</u> the Natural Resources, Agriculture, and Environment Interim Committee include:

- (a) the promotion of improved understanding of water system losses, water delivery efficiency, and the conservation of water delivered by public retail water suppliers by the use of water loss accounting practices;
- (b) the development of reliable information from consistent reporting requirements, and to recommend how the information may be used at state wholesale and retail levels;
- (c) a recommendation of appropriate roles for the state wholesale and retail public water suppliers to encourage water delivery efficiency and water conservation from water loss accounting at each level;
- (d) a recommendation of appropriate levels of funding for state wholesale and retail conservation measures and improved water delivery efficiency resulting from water loss accounting practices;
- (e) a recommendation of potential changes to Section 73-10-32, to implement plans for water conservation from water loss accounting practices, including the authorization of rulemaking authority, if necessary, and water loss accounting reporting requirements, including a validity score on submitted data;
- (f) a recommendation for the frequency of water loss accounting audits, as well as recommendation for the use of annual validated water use reports to the state engineer;
- (g) a recommendation of which entities should be required to submit water loss accounting audits based on size, region, or both size and region;
- (h) a potential recommendation of the appropriate role for a state technical advisory committee and whether this state technical advisory committee should have counterparts at the wholesale and retail levels; and
- (i) estimating the amount of water losses and associated revenue losses that can reasonably be recovered through water loss control activities.